

- (c) The term "Price Adjustment" shall mean the price adjustment for each Market Hog agreed to by Morrell and the Producer as set forth on the attached Variable Index Worksheet.
- (f) The term "Sort Margin" shall mean the discounts given by Morrell to the Producer for carcasses above or below the desired weight as set by Morrell on its then applicable grade & yield matrix.
- (g) The term "Yield Premium" shall mean the premiums and/or discounts paid by Morrell to the Producer for carcasses above or below the standard yield percent set by Morrell, as the same may be adjusted from time to time.

Part III. Insurance. At Morrell's sole discretion, Morrell may enroll Producer in Morrell's Livestock Insurance Program.

Part IV. Termination. Notwithstanding the provisions of Section 2 of the Agreement to the contrary, Morrell may terminate the initial term of the Agreement upon one (1) year's written notice to Producer.